GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Energy, I&I (Pr-III) Dept - APDISCOMs/APPCC - Implementation of UDAY Scheme in the A.P.State - Issue of Government Guarantee DISCOM Bonds under the Loans retained with APDISCOMs - To arrange the Government guarantee for an amount of **Rs.11,416.36 crores** with the Bankers on swapping of the loans - Permission accorded - Orders - Issued.

ENERGY, INFRASTRUCTURE & INVESTMENT (POWER-III) DEPARTMENT

G.O.MS.No. 36 Dated: 06-12-2017

Read the following:-

1. From the JMD, APTRANSCO & Member/APPCC, Lr.No.JMD(Fin,Comml,IPC, HRD&IT)/Dy.CCA(APPCC)/D.No.508/17, dated 11/09/2017.
2. From the JMD, APTRANSCO & Member/APPCC, Lr.No.JMD(Fin,Comml,IPC, HRD&IT)/Dy.CCA(APPCC)/D.No.684/17, dated 31/10/2017.
3. From the JMD, APTRANSCO & Member/APPCC, Lr.No.JMD(Fin,Comml,IPC, HRD&IT)/Dy.CCA(APPCC)/D.No.714/17, dated 06/11/2017.

*****

O R D E R:-

In the reference 1st read above, the Joint Managing Director (Finance, Commercial, IPC, HRD & IT), APTRANSCO & Member, A.P.Power Coordination Committee has submitted the details of existing outstanding loans as on 31/08/2017 (i.e., Rs. 11,416.36 crores) to consider the extension of Government Guarantee for the APDISCOMs liabilities through issue of Bonds.

2. The Joint Managing Director (Finance, Commercial, IPC, HRD & IT), APTRANSCO & Member, A.P.Power Coordination Committee has reported that Scheduled Banks are also coming forward to give/swap the adjusting loans with MCLR rate if the Government Guarantee is provided for the same and he has requested to permit to swap the loans with Scheduled Banks instead of DISCOM Bonds and also requested that the Guarantee Commission of 2% may be exempted as the APDISCOMs are in financial crunch, as one circle collection from each DISCOM will be kept under Escrow mechanism to repay the loans obtained now.

3. Government after careful examination hereby gives its consent for the proposal to arrange the Government guarantee for an amount of **Rs.11,416.36 crores** with the Bankers on swapping of the loans, as requested by Joint Managing Director (Fin, Comml, IPC, HRD & IT), APTRANSCO and Member, A.P.Power Coordination Committee, in the reference 2nd read above. Since the State Government has to deposit the guarantee redemption fund with the Reserve Bank of India, exemption for payment of 2% guarantee commission is not possible.

4. The Joint Managing Director (Finance, Commercial, IPC, HRD & IT), APTRANSCO & Member, A.P.Power Coordination Committee shall take necessary action accordingly.

5. This order issues with the concurrence of Finance Department; vide their U.O.No.22029/3/2017, dated 15/11/2017 (Computer No.237217).

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

AJAY JAIN
PRINCIPAL SECRETARY TO GOVERNMENT

To
1. The Chairman & Managing Director, APTRANSCO, Vidyut Soudha, Gunadala, Vijayawada

(P.T.O.)

2. The Joint Managing Director (Finance, Commercial, IPC, HRD & IT), APTRANSCO & Member, A.P.Power Coordination Committee, Vidyut Soudha, Gunadala, Vijayawada
3. The Chairman & Managing Director, APEPDCL, Visakhapatnam
4. The Chairman & Managing Director, APSPDCL, Tirupati

Copy communicated to:-

1. The General Administration (Cabinet-I) Department (W.r.t.Council Resolution No.463/2017, dated 01/12/2017)
2. The Finance (B & IF) Department
3. The P.S.to Prl.Secretary to Chief Minister (GSP)
4. The P.S.to Chief Secretary to Government
5. The P.S.to Minister for Energy
6. The P.S.to Prl.Secretary to Govt, Energy, I&I Dept
7. The Advisor to Prl.Secretary to Govt, Energy, I&I Dept
8. SF/SCs (C.No.754/Power-III/2017) (Computer No.232456)

// FORWARDED:: BY ORDER //

SECTION OFFICER